



**TEXAS DEPARTMENT OF INSURANCE**

**Division of Workers' Compensation - Medical Fee Dispute Resolution (MS-48)**

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**MEDICAL FEE DISPUTE RESOLUTION FINDINGS AND DECISION**

**GENERAL INFORMATION**

**Requestor Name**

ADVANCED PAIN MEDICINE ASSOCIATES

**Respondent Name**

TEXAS MUTUAL INSURANCE CO

**MFDR Tracking Number**

M4-13-1888-01

**Carrier's Austin Representative**

Box Number 54

**MFDR Date Received**

MARCH 25, 2013

**REQUESTOR'S POSITION SUMMARY**

**Requestor's Position Summary:** "It has been denied stating that the documentation does not support the higher level of 99214 being billed. When I spoke with the carriers audit department they stated that they were basing it off the chief complaint. According to auditing rules the level of service is not determined by the chief complaint alone. It is determined by the chief complaint, history or present illness, review of systems, exam and medical decision making. Medical decision making is the main component that drives the level of service and since we are prescribing high risk medications for the patient and monitoring them that qualifies as a higher risk on the table of risk."

**Amount in Dispute:** \$195.00

**RESPONDENT'S POSITION SUMMARY**

**Respondent's Position Summary:** "The requestor billed code 99214 for E/M services provided on the date above. Code 99214 requires at least two of three of the following: a detailed history, a detailed exam, and moderate complexity medical decision making. Review of the E/M documentation accurately reflects as expanded problem focused history, a comprehensive exam, and moderate complexity medical decision making. No payment is due."

**Response Submitted By:** Texas Mutual Insurance Co.

**SUMMARY OF FINDINGS**

Dates of Service	Disputed Services	Amount In Dispute	Amount Due
November 30, 2012	CPT Code 99214 Office Visit	\$195.00	\$165.49

**FINDINGS AND DECISION**

This medical fee dispute is decided pursuant to Texas Labor Code §413.031 and all applicable, adopted rules of the Texas Department of Insurance, Division of Workers' Compensation.

## Background

1. 28 Texas Administrative Code §133.307 sets out the procedures for resolving medical fee disputes.
2. 28 Texas Administrative Code §134.203, effective March 1, 2008, sets out the reimbursement guidelines for professional services.
3. The services in dispute were reduced/denied by the respondent with the following reason codes:
  - CAC-150-Payer deems the information submitted does not support his level of service.
  - CAC-16-Claim/service lacks information which is needed for adjudication. At least one remark code must be provided (may be comprised of either the remittance advice remark code or NCPDP reject reason code).
  - CAC-193-Original payment decision is being maintained. Upon review, it was determined that this claim was processed properly.
  - 225-The submitted documentation does not support the service being billed. We will re-evaluate this upon receipt of clarifying information.
  - 890-Denied per AMA CPT code description for level of service and/or nature of presenting problems.
  - 891-No additional payment after reconsideration.

## Issues

1. Does medical fee dispute resolution have jurisdiction to review this dispute?
2. Does the documentation support billing code 99214? Is the requestor entitled to reimbursement?

## Findings

1. The requestor provided evaluation and management services in the state of Kansas on November 30, 2012 to an injured employee with an existing Texas Workers' Compensation claim. The requestor was dissatisfied with the respondent's final action. The requestor filed for reconsideration and was denied payment after reconsideration. The requestor filed for dispute resolution under 28 Texas Administrative Code §133.307. The Division concludes that because the requestor sought the administrative remedy outlined in 28 Texas Administrative Code §133.307 for resolution of the matter of the request for additional payment, the dispute is to be decided under the jurisdiction of the Texas Workers' Compensation Act and applicable rules.
2. According to the submitted explanation of benefits, the respondent denied reimbursement for CPT code 99214 based upon reason codes "CAC-150" and "CAC-16."

28 Texas Administrative Code §134.203(a)(5) states "Medicare payment policies" when used in this section, shall mean reimbursement methodologies, models, and values or weights including its coding, billing, and reporting payment policies as set forth in the Centers for Medicare and Medicaid Services (CMS) payment policies specific to Medicare."

CPT code 99214 is defined as "Office or other outpatient visit for the evaluation and management of an established patient, which requires at least 2 of these 3 key components: A detailed history; A detailed examination; Medical decision making of moderate complexity. Counseling and/or coordination of care with other physicians, other qualified health care professionals, or agencies are provided consistent with the nature of the problem(s) and the patient's and/or family's needs. Usually, the presenting problem(s) are of moderate to high severity. Typically, 25 minutes are spent face-to-face with the patient and/or family."

A review of the submitted medical report supports the documentation requirement which require at least 2 of the 3 key components; therefore, reimbursement is recommended.

Per 28 Texas Administrative Code §134.203(c)(1)(2), "To determine the MAR for professional services, system participants shall apply the Medicare payment policies with minimal modifications.

(1) For service categories of Evaluation & Management, General Medicine, Physical Medicine and Rehabilitation, Radiology, Pathology, Anesthesia, and Surgery when performed in an office setting, the

established conversion factor to be applied is \$52.83. For Surgery when performed in a facility setting, the established conversion factor to be applied is \$66.32.

(2) The conversion factors listed in paragraph (1) of this subsection shall be the conversion factors for calendar year 2008. Subsequent year's conversion factors shall be determined by applying the annual percentage adjustment of the Medicare Economic Index (MEI) to the previous year's conversion factors, and shall be effective January 1st of the new calendar year. The following hypothetical example illustrates this annual adjustment activity if the Division had been using this MEI annual percentage adjustment: The 2006 Division conversion factor of \$50.83 (with the exception of surgery) would have been multiplied by the 2007 MEI annual percentage increase of 2.1 percent, resulting in the \$51.90 (with the exception of surgery) Division conversion factor in 2007."

To determine the MAR the following formula is used:  $(DWC \text{ Conversion Factor} / Medicare \text{ Conversion Factor}) \times Participating \text{ Amount} = \text{Maximum Allowable Reimbursement (MAR)}$ .

The 2012 DWC conversion factor for this service is 54.86.

The Medicare Conversion Factor is 34.0376

The Medicare participating amount is based on locality "Kansas".

The Medicare participating amount \$102.68.

Using the above formula, the Division finds the MAR is \$165.49. The respondent paid \$0.00. The difference between the MAR and amount paid is \$165.49; this amount is recommended for additional reimbursement.

### **Conclusion**

For the reasons stated above, the Division finds that the requestor has established that additional reimbursement is due. As a result, the amount ordered is \$165.49.

### ***ORDER***

Based upon the documentation submitted by the parties and in accordance with the provisions of Texas Labor Code Sections 413.031 and 413.019 (if applicable), the Division has determined that the requestor is entitled to additional reimbursement for the services involved in this dispute. The Division hereby ORDERS the respondent to remit to the requestor the amount of \$165.49 plus applicable accrued interest per 28 Texas Administrative Code §134.130, due within 30 days of receipt of this Order.

### **Authorized Signature**

\_\_\_\_\_  
Signature

\_\_\_\_\_  
Medical Fee Dispute Resolution Officer

10/29/15  
\_\_\_\_\_  
Date

### **YOUR RIGHT TO APPEAL**

Either party to this medical fee dispute has a right to seek review of this decision in accordance with 28 Texas Administrative Code §133.307, effective May 31, 2012, *37 Texas Register 3833*, **applicable to disputes filed on or after June 1, 2012.**

A party seeking review must submit a **Request to Schedule a Benefit Review Conference to Appeal a Medical Fee Dispute Decision** (form **DWC045M**) in accordance with the instructions on the form. The request must be received by the Division within **twenty** days of your receipt of this decision. The request may be faxed, mailed or personally delivered to the Division using the contact information listed on the form or to the field office handling the claim.

The party seeking review of the MDR decision shall deliver a copy of the request to all other parties involved in the dispute at the same time the request is filed with the Division. **Please include a copy of the *Medical Fee Dispute Resolution Findings and Decision*** together with any other required information specified in 28 Texas Administrative Code §141.1(d).

**Si prefiere hablar con una persona en español acerca de ésta correspondencia, favor de llamar a 512-804-4812.**